

## STATE OF SOUTH CAROLINA

South Carolina Electric & Gas Company - Application for  
Increase in Rates and Charges

BEFORE THE  
PUBLIC SERVICE COMMISSION  
OF SOUTH CAROLINA

## COVER SHEET

DOCKET

NUMBER: 2009 - 489 - E

(Please type or print)

Submitted by: K. Chad BurgessSC Bar Number: 69456

Address: SCANA Corp.  
220 Operation Way MC C222  
Cayce, SC 29033-3701

Telephone: 803-217-8141Fax: 803-217-7810

Other: \_\_\_\_\_

Email: chad.burgess@scana.com

NOTE: The cover sheet and information contained herein neither replaces nor supplements the filing and service of pleadings or other papers as required by law. This form is required for use by the Public Service Commission of South Carolina for the purpose of docketing and must be filled out completely.

**DOCKETING INFORMATION** (Check all that apply)

☐ Emergency Relief demanded in petition ☐ Request for item to be placed on Commission's Agenda expeditiously

☐ Other: \_\_\_\_\_

INDUSTRY (Check one)	NATURE OF ACTION (Check all that apply)			
<input checked="" type="checkbox"/> Electric	<input type="checkbox"/> Affidavit	<input type="checkbox"/> Letter	<input type="checkbox"/> Request	
<input type="checkbox"/> Electric/Gas	<input type="checkbox"/> Agreement	<input type="checkbox"/> Memorandum	<input type="checkbox"/> Request for Certification	
<input type="checkbox"/> Electric/Telecommunications	<input type="checkbox"/> Answer	<input type="checkbox"/> Motion	<input type="checkbox"/> Request for Investigation	
<input type="checkbox"/> Electric/Water	<input type="checkbox"/> Appellate Review	<input type="checkbox"/> Objection	<input type="checkbox"/> Resale Agreement	
<input type="checkbox"/> Electric/Water/Telecom.	<input type="checkbox"/> Application	<input type="checkbox"/> Petition	<input type="checkbox"/> Resale Amendment	
<input type="checkbox"/> Electric/Water/Sewer	<input type="checkbox"/> Brief	<input type="checkbox"/> Petition for Reconsideration	<input type="checkbox"/> Reservation Letter	
<input type="checkbox"/> Gas	<input type="checkbox"/> Certificate	<input type="checkbox"/> Petition for Rulemaking	<input type="checkbox"/> Response	
<input type="checkbox"/> Railroad	<input type="checkbox"/> Comments	<input type="checkbox"/> Petition for Rule to Show Cause	<input type="checkbox"/> Response to Discovery	
<input type="checkbox"/> Sewer	<input type="checkbox"/> Complaint	<input type="checkbox"/> Petition to Intervene	<input type="checkbox"/> Return to Petition	
<input type="checkbox"/> Telecommunications	<input type="checkbox"/> Consent Order	<input type="checkbox"/> Petition to Intervene Out of Time	<input type="checkbox"/> Stipulation	
<input type="checkbox"/> Transportation	<input type="checkbox"/> Discovery	<input type="checkbox"/> Prefiled Testimony	<input type="checkbox"/> Subpoena	
<input type="checkbox"/> Water	<input type="checkbox"/> Exhibit	<input type="checkbox"/> Promotion	<input type="checkbox"/> Tariff	
<input type="checkbox"/> Water/Sewer	<input type="checkbox"/> Expedited Consideration	<input type="checkbox"/> Proposed Order	<input type="checkbox"/> Other:	
<input type="checkbox"/> Administrative Matter	<input type="checkbox"/> Interconnection Agreement	<input type="checkbox"/> Protest		
<input type="checkbox"/> Other:	<input type="checkbox"/> Interconnection Amendment	<input checked="" type="checkbox"/> Publisher's Affidavit		
	<input type="checkbox"/> Late-Filed Exhibit	<input type="checkbox"/> Report		



K. Chad Burgess  
Assistant General Counsel

*chad.burgess@scana.com*

February 25, 2010

**VIA HAND DELIVERY**

The Honorable Jocelyn Boyd  
Interim Chief Clerk/Administrator  
**South Carolina Public Service Commission**  
101 Executive Center Drive (29210)  
Post Office Drawer 11649  
Columbia, South Carolina 29211

RE: South Carolina Electric & Gas Company - Application for Increase in Rates and  
Charges  
Docket No. 2009-489-E

Dear Ms. Boyd:

By letter dated January 28, 2010, the Docketing Department of the Public Service Commission of South Carolina transmitted the Notice of Filing and Hearing ("Notice") in the above-referenced docket to South Carolina Electric & Gas Company ("SCE&G") and instructed SCE&G to publish the Notice in newspapers of general circulation in the affected areas and provide proof of publication on or before March 1, 2010. In compliance with the Docketing Department's instructions contained within the January 28 letter, please find enclosed for filing affidavits and tearsheets from the newspapers of general circulation in the affected areas as proof of publication of the required Notice.

Please acknowledge your receipt of these documents by file stamping the extra copy of this letter and returning it to us via our courier.

(Continued . . .)

The Honorable Jocelyn Boyd  
February 25, 2010  
Page 2

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By copy of this letter, we are providing all other parties of record with a copy of the enclosed documents.

If you have any questions, please advise.

Very truly yours,



K. Chad Burgess

KCB/kms  
Enclosures

cc: Nanette S. Edwards, Esquire  
Shannon Bowyer Hudson, Esquire  
Scott Elliott, Esquire  
Frank Knapp, Jr.  
(all via first class mail w/enclosures)

**BEFORE**  
**THE PUBLIC SERVICE COMMISSION**  
**OF SOUTH CAROLINA**  
**DOCKET NO. 2009-489-E**

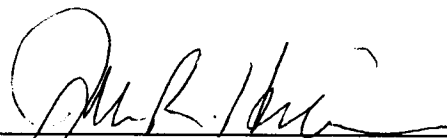
**IN RE:**

South Carolina Electric & Gas Company's  
Application for Increase in Rates and  
Charges.

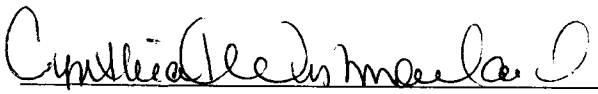
**AFFIDAVIT**

PERSONALLY APPEARED before me, John R. Hendrix, who being first duly sworn, deposes and says that he is Manager of the Electric Pricing and Rate Administration Department for SCANA Services; that at his direction and under his supervision the Notice of Filing and Hearing attached as Exhibit A and incorporated herein has been published in newspapers of general circulation applicable to the service area of South Carolina Electric & Gas Company on or before February 9, 2010.

FURTHER AFFIANT SAYETH NOT.

  
John R. Hendrix

Sworn to and subscribed before me  
this 24th day of February, 2010

  
Notary Public for South Carolina  
My Commission Expires: 09-13-2011

RECEIVED  
2/23/10

## Aiken Standard

Aiken, South Carolina 29801

STATE OF SOUTH CAROLINA

COUNTY OF AIKEN

Personally appeared before me

APRIL HAMMOND

of the Aiken Standard, a seven day

per week newspaper published in

Aiken, South Carolina, and made

oath in due form of law that the

Advertisement of

SCANA MARKETING & ADVERTISING

appeared in the Aiken Standard on

the following dates, vis:

02/04/2010

SWORN and subscribed to before me

this 4th day of February, 2010

Notary Public  
for the State of South Carolina

MY COMMISSION EXPIRES SEPTEMBER 29, 2016

### PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

#### DOCKETING DEPARTMENT

#### NOTICE OF FILING AND HEARING

DOCKET NO. 2009489E

#### SOUTH CAROLINA ELECTRIC & GAS COMPANY APPLICATION FOR INCREASE IN RATES AND CHARGES

On January 15, 2010, South Carolina Electric & Gas Company ("SCE&G" or "Company") filed an application with the Public Service Commission of South Carolina ("Commission") requesting authority to adjust and increase its retail electric rates, charges, and tariffs. The Application was filed pursuant to S.C. Code Ann. Sections 58-27-820 and 58-27-870 (1976, as amended) and 26 S.C. Code Ann. Regs. 103-823 (1976, as amended).

SCE&G states in its Application that it has made significant investments to comply with increasingly stringent environmental and safety laws and regulations promulgated by the Federal government and to continue to provide reliable electric service to its customers. The Application states that SCE&G has recently invested approximately \$708.5 million in environmental and safety related projects which are not currently reflected in rates. These investments include (i) new flue gas desulfurization facilities at the Williams Station, located at Bushy Park, South Carolina, and the Waretree Station in Richland County, South Carolina to reduce sulfur dioxide emissions; (ii) a selective catalytic reactor at Cope Station in Orangeburg County, South Carolina to reduce nitrogen oxide emissions; (iii) the completion of construction of a back-up dam at the site of the Saluda Hydro Project at Lake Murray in Lexington County, South Carolina; and (iv) other environmental projects. The Application states that the Company was able to defray approximately \$254.4 million of the \$328.6 million in its system construction costs for the Saluda back-up dam using synthetic fuel tax credits. Thus, the net unrecovered capital cost to SCE&G's electric system of this \$328.6 million improvement in the safety of its facilities is approximately \$74.2 million. The Application also states that SCE&G has experienced increased costs in continuing to provide safe and reliable service to its customers. The Application further states that, despite the Company's measures to hold down operation and maintenance expenses, to improve efficiencies and constant efforts to lower and control costs, the current rates and charges are not sufficient to allow the Company a reasonable opportunity to earn an adequate rate of return on its investment.

SCE&G requests that the proposed increases be approved but implementation of the increases be delayed in part and implemented in three stages. The initial phase would be effective July 15, 2010 and represent an incremental rate increase of approximately 3.19% compared to current rates. The second phase would be effective January 1, 2011 and represent an incremental rate increase of 3.06% compared to current rates. The final phase would implement the remainder of the total rate increase, effective July 1, 2011, and would represent an incremental rate increase of 3.27% compared to current rates. The proposed rates and charges represent a total increase of approximately 9.52%.

A copy of the Company's complete Application, as well as the proposed rates, charges and tariffs may be obtained from the Commission at the following address: Public Service Commission of South Carolina, Docketing Department, and 101 Executive Center Drive, Columbia, South Carolina 29210. Additionally, the Application is available on the Commission's website at [www.psc.sc.gov](http://www.psc.sc.gov) and is available from the corporate office of South Carolina Electric & Gas Company at MC C222, 220 Operation Way, Cayce, South Carolina, 29033.

In order for testimony and evidence to be received from all interested parties, a public hearing will be held in the Commission's Hearing Room, Synergy Business Park, Saluda Building, 101 Executive Center Drive, Columbia, South Carolina 29210 beginning on Monday, May 24, 2010, at 10:30 a.m. and continuing through Thursday, May 27, 2010, if necessary.

Any person who wishes to participate in this matter, as a party of record with the right of cross-examination should file a Petition to Intervene in accordance with the Commission's Rules of Practice and Procedure on or before March 22, 2010, and indicate the amount of time required for his presentation. Please include an email address for receipt of future Commission correspondence in the Petition to Intervene. **Please refer to Docket No. 2009-489-E and mail a copy to all other parties listed for this docket. The list of other parties may be found by conducting a "docket search" on the Commission's website at [www.psc.sc.gov](http://www.psc.sc.gov).**

Any person who wishes to testify and present evidence at the hearing should notify the Docketing Department, in writing, at the address below; the South Carolina Office of Regulatory Staff, 1401 Main Street, Suite 900, Columbia, South Carolina 29201; and K. Chad Burgess, Assistant General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033, on or before March 22, 2010, and indicate the amount of time required for his presentation. **Please refer to Docket No. 2009-489-E.**

Any person who wishes to request that the Commission hold a public hearing in his or her county of residence in order to hear comments from the utility's customers should notify in writing, the Docketing Department at the address below, the South Carolina Office of Regulatory Staff, at 1401 Main Street, Suite 900, Columbia, South Carolina 29201 and K. Chad Burgess, Assistant General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033 on or before March 18, 2010. **Please refer to Docket No. 2009-489-E.**

Any person who wishes to be notified of the hearing, but does not wish to present testimony or be a party of record, may do so by notifying the Docketing Department, in writing, at the address below on or before March 22, 2010. **Please refer to Docket No. 2009-489-E.**

**PLEASE TAKE NOTICE:** Any person who wishes to have his or her comments considered as part of the official record of the proceeding **MUST** present such comments, in person, to the Commission during the hearing.

Persons seeking information about the Commission's Rules of Practice and Procedure should contact the Commission in Columbia at 803-896-5100.

Public Service Commission of South Carolina  
Attn: Docketing Department  
Post Office Drawer 11649  
Columbia, SC 29211



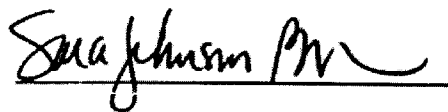
February 4, 2010

RECEIVED

**THE ISLAND PACKET**  
**The Beaufort Gazette**

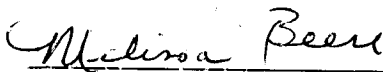
**STATE OF** )  
**SOUTH CAROLINA** ) **AFFI**  
**COUNTY OF BEAUFORT** )

Personally appeared before me a Notary Public in and for State and County, aforesaid, Sara Johnson Borton who being duly sworn according to law, deposes and says that she is the Publisher and President of *The Island Packet and The Beaufort Gazette*, newspapers published Sunday through Saturday every week in Beaufort County, SCANA Corporation, Notice of Filing and Hearing, Docket No. 2009-489-E, South Carolina Electric & Gas Company – Application for Increase in Rates and Charges, was published in the issue(s) of The Island Packet/The Beaufort Gazette on February 4, 2010.



Sara Johnson Borton,  
Publisher and President  
The Island Packet/The Beaufort

Subscribed and sworn to before  
me this 4th day of February, 2010.



Notary Public for South Carolina  
My Commission Expires December 28, 2016

RECEIVED

SCANA CORP/SCE&G  
MAIL CODE 063  
COLUMBIA SC 29218

## AFFIDAVIT OF PUBLICATION

# The Post and Courier

State of South Carolina

County of Charleston

Personally appeared before me the undersigned advertising clerk of the above indicated newspaper published in the city of Charleston, county and state aforesaid, who, being duly sworn, says that the advertisement of

(copy attached)

appeared in the issues of said newspaper on the following day(s):

02/04/10 Thu PC  
02/04/10 Thu CNW

at a cost of \$585.12  
Account# 113767  
Order# 256449  
P.O. Number:

Subscribed and sworn to before  
me this 9th day  
of February  
A.D. 2010

*Kisha Edging*  
advertising clerk

*Sherry Dubray*  
NOTARY PUBLIC, SC  
My commission expires 10/10/13

### PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

#### DOCKETING DEPARTMENT

#### NOTICE OF FILING AND HEARING

DOCKET NO.  
2009-488-E

#### SOUTH CAROLINA ELECTRIC & GAS COMPANY - APPLICATION FOR INCREASE IN RATES AND CHARGES

On January 15, 2010, South Carolina Electric & Gas Company ("SCE&G" "Company") filed an application with the Public Service Commission of South Carolina ("Commission") requesting authority to adjust and increase its retail electric rates, charges, and tariffs. The Application was filed pursuant to S.C. Code Ann. Sections 58-3-820 and 58-27-870 (1976, amended) and 26 S.C. Code Ann. Regs. 183-823 (19 as amended).

SCE&G states in its Application that it has made significant investments to comply with increasingly stringent environmental and safety laws and regulations promulgated by Federal government and continue to provide reliable electric service to its customers. The Applicant states that SCE&G has recently invested approximately \$708.5 million in environmental and safety related projects which not currently reflected rates. These investments include (i) new flue desulfurization facilities at the Williams Station, located at Bushy Park, SC, Carolina, and the Veterans Station in Richland County, South Carolina to reduce sulfur dioxide emissions; (ii) a selective catalytic reactor at Cope Station in Orangeburg County, South Carolina to reduce nitrogen oxide emissions; (iii) the completion of construction of a back-up dam at the site of the Saluda Hydro Project at Lake Murray in Lexington County, South Carolina; and (iv) other environmental projects. The Application states that the Company was able to defray approximately \$254.4 million of the \$328.6 million in its system construction costs for the Saluda back-up dam using synthetic fuel tax credits. Thus, the net unrecovered capital cost to SCE&G's electric system of this \$328.6 million improvement in the safety of its facilities is approximately \$74.2 million. The Application also states that SCE&G has experienced increased costs in continuing to provide safe and reliable service to its customers. The Applicant further states that, despite the Company's measures to hold down operation and maintenance expenses, to improve efficiencies and constant efforts to lower and control costs, the current rates and charges are not sufficient to allow the Company a reasonable opportunity to earn an adequate rate of return on its investment.

SCE&G requests that the proposed increases be approved but implementation of the increases be delayed in three stages. The initial phase would be effective July 15, 2010 and represent an incremental rate increase of approximately 3.19% compared to current rates. The second phase would be effective January 1, 2011 and represent an incremental rate increase of 3.06% compared to current rates. The final phase would implement the remainder of the total rate increase, effective July 1,

2011 and would represent an incremental rate increase of 3.27% compared to current rates. The proposed rates and charges represent a total increase of approximately 9.52%.

A copy of the Company's complete Application, as well as the proposed rates, charges and tariffs may be obtained from the Commission at the following address: Public Service Commission of South Carolina, Docketing Department, and 101 Executive Center Drive, Columbia, South Carolina 29210. Additionally, the Application is available on the Commission's website at [www.psc.sc.gov](http://www.psc.sc.gov) and is available from the corporate office of South Carolina Electric & Gas Company at MC C222, 220 Operation Way, Cayce, South Carolina, 29033.

In order for testimony and evidence to be received from all interested parties, a public hearing will be held in the Commission's Hearing Room, Synergy Business Park, Saluda Building, 101 Executive Center Drive, Columbia, South Carolina 29210 beginning on Monday, May 24, 2010, at 10:00 a.m. and continuing through Thursday, May 27, 2010, if necessary.

Any person who wishes to participate in this matter, as a party of record with the right of cross-examination should file a Petition to Intervene in accordance with the Commission's Rules of Practice and Procedure on or before March 22, 2010, and indicate the amount of time required for his presentation. Please include an email address for receipt of future Commission correspondence in the Petition to Intervene. Please refer to Docket No. 2009-488-E and mail delivery to all other parties for the date and time of the public hearing. See also the hearing transcript on the Commission's website at [www.psc.sc.gov](http://www.psc.sc.gov).

Any person who wishes to testify and present evidence at the hearing should notify the Docketing Department, in writing, at the address below; the South Carolina Office of Regulatory Staff; 1401 Main Street, Suite 900, Columbia, South Carolina 29201; and K. Chad Burgess, Assistant General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033, on or before March 22, 2010, and indicate the amount of time required for his presentation. Please refer to Docket No. 2009-488-E.

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Any person who wishes to be notified of the hearing, but does not wish to present testimony or be a party of record, may do so by notifying the Docketing Department, in writing, at the address below on or before March 22, 2010. Please refer to Docket No. 2009-488-E.

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Public Service Commission of  
South Carolina  
Attn: Docketing Department  
Post Office Drawer 11649  
Columbia, SC 29211  
AD# 256449

RECEIVED  
FEB 10 2010

THE STATE MEDIA CO., INC.  
Columbia, South Carolina  
publisher of  
**The State**

# LEGAL ADVERTISEMENTS

STATE OF SOUTH CAROLINA  
COUNTY OF RICHLAND

Personally appeared before me, Brian Nalepa, Adver-  
Manager of THE STATE, and makes oath that the ad

Notice of Filing and Hearing – Docket 2009-489-E SC

was inserted in THE STATE, a daily newspaper of ge  
the City of Columbia, State and County aforesaid, in t

February 5, 2010

Subscribed and sworn to before r

on this day February 10, 2010

*Erin F. Nalepa*

My commission expires  
March 10, 2013

"Errors- the liability of the  
or omissions from any adv  
the amount of the charge f  
error, and then only for the

PUBLIC SERVICE  
COMMISSION OF  
SOUTH CAROLINA  
DOCKETING  
DEPARTMENT

## NOTICE OF FILING AND HEARING

DOCKET NO.

2009-489-E

SOUTH CAROLINA  
ELECTRIC & GAS COM-  
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On January 15, 2010,  
South Carolina Electric &  
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28 S.C. Code Ann. Regs.  
103-823 (1976, as  
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SCE&G states in its  
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A copy of the Company's  
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Service Commission of  
South Carolina, Docket-  
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Executive Center Drive,  
Columbia, South Carolina  
29210. Additionally,  
the Application is avail-  
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sion's website at  
www.psc.sc.gov and is  
available from the corpo-  
rate office of South Car-  
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220 Operation Way,  
Cayce, South Carolina,  
29033.

In order for testimony  
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Commission's Hearing  
Room, Synergy Business  
Park, Saluda Building,  
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Drive, Columbia, South  
Carolina 29210 begin-  
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489-E and mail a copy to

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ing Department, in writ-  
ing, at the address  
below: the South Caroli-  
na Office of Regulatory  
Staff, 1401 Main Street,  
Suite 900, Columbia,  
South Carolina 29201;  
and K. Chad Burgess,  
Assistant General Coun-  
sel, South Carolina Elec-  
tric & Gas Company, Mail  
Code C222, 220 Opera-  
tion Way, Cayce, South  
Carolina, 29033, on or  
before March 22, 2010,  
and indicate the amount  
of time required for his  
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refer to Docket No. 2009-  
489-E.

Any person who wishes  
to request that the Com-  
mission hold a public  
hearing in his or her  
county of residence in  
order to hear comments  
from the utility's cus-  
tomers should notify in  
writing, the Docketing  
Department at the  
address below: the South  
Carolina Office of Regu-  
latory Staff, at 1401 Main  
Street, Suite 900, Colum-  
bia, South Carolina  
29201 and K. Chad  
Burgess, Assistant Gen-  
eral Counsel, South Car-  
olina Electric & Gas  
Company, Mail Code  
C222, 220 Operation  
Way, Cayce, South Car-  
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refer to Docket No. 2009-  
489-E.

Any person who wishes  
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**PLEASE TAKE NOTICE:**  
Any person who wishes  
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mission during the hear-  
ing.

Persons seeking infor-  
mation about the Com-  
mission's Rules of Prac-  
tice and Procedure  
should contact the Com-  
mission in Columbia at  
803-696-5100.

Public Service Commis-  
sion of South Carolina  
Attn: Docketing  
Department  
Post Office Drawer  
11649  
Columbia, SC 29211

RECEIVED  
2-17-10

State of South Carolina  
County of Orangeburg

Personally appeared before me,  
**Barbara Beach**

**Controller**

of **The Times And Democrat**,  
a division of Lee Publications, Inc.  
A newspaper published at Orangeburg,  
County of Orangeburg,  
State of South Carolina.

Who declares that the attached  
Notice was published in said newspaper  
On the following dates:

February 04 2010

*Barbara Beach*

SWORN TO AND SUBSCRIBED  
BEFORE ME

February 17 2010

*Don J. Collins*

NOTARY PUBLIC, S.C.

My commission Expires: February 14, 2015

PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKETING DEPARTMENT

NOTICE OF FILING AND HEARING

DOCKET NO. 2009-489-E

SOUTH CAROLINA ELECTRIC & GAS COMPANY - APPLICATION FOR INCREASE  
IN RATES AND CHARGES

On January 15, 2010, South Carolina Electric & Gas Company ("SCE&G" or "Company") filed an application with the Public Service Commission of South Carolina ("Commission") requesting authority to adjust and increase its retail electric rates, charges, and tariffs. The Application was filed pursuant to S.C. Code Ann. Sections 58-27-820 and 58-27-870 (1976, as amended) and 26 S.C. Code Ann. Regs. 103-823 (1976, as amended).

SCE&G states in its Application that it has made significant investments to comply with increasingly stringent environmental and safety laws and regulations promulgated by the Federal government and to continue to provide reliable electric service to its customers. The Application states that SCE&G has recently invested approximately \$708.5 million in environmental and safety related projects which are not currently reflected in rates. These investments include (i) new flue gas desulphurization facilities at the Williams Station, located at Bushy Park, South Carolina, and the Wateree Station in Richland County, South Carolina to reduce sulfur dioxide emissions; (ii) a selective catalytic reactor at Cope Station in Orangeburg County, South Carolina to reduce nitrogen oxide emissions; (iii) the completion of construction of a back-up dam at the site of the Saluda Hydro Project at Lake Murray in Lexington County, South Carolina; and (iv) other environmental projects. The Application states that the Company was able to defray approximately \$254.4 million of the \$328.6 million in its system construction costs for the Saluda back-up dam using synthetic fuel tax credits. Thus, the net unrecovered capital cost to SCE&G's electric system of this \$328.6 million improvement in the safety of its facilities is approximately \$74.2 million. The Application also states that SCE&G has experienced increased costs in continuing to provide safe and reliable service to its customers. The Application further states that, despite the Company's measures to hold down operation and maintenance expenses, to improve efficiencies and constant efforts to lower and control costs, the current rates and charges are not sufficient to allow the Company a reasonable opportunity to earn an adequate rate of return on its investment.

SCE&G requests that the proposed increases be approved but implementation of the increases be delayed in part and implemented in three stages. The initial phase would be effective July 15, 2010 and represent an incremental rate increase of approximately 3.19% compared to current rates. The second phase would be effective January 1, 2011 and represent an incremental rate increase of 3.06% compared to current rates. The final phase would implement the remainder of the total rate increase, effective July 1, 2011, and would represent an incremental rate increase of 3.27% compared to current rates. The proposed rates and charges represent a total increase of approximately 9.52%.

A copy of the Company's complete Application, as well as the proposed rates, charges and tariffs may be obtained from the Commission at the following address: Public Service Commission of South Carolina, Docketing Department, and 101 Executive Center Drive, Columbia, South Carolina 29210. Additionally, the Application is available on the Commission's website at [www.psc.sc.gov](http://www.psc.sc.gov) and is available from the corporate office of South Carolina Electric & Gas Company at MC C222, 220 Operation Way, Cayce, South Carolina, 29033.

In order for testimony and evidence to be received from all interested parties, a public hearing will be held in the Commission's Hearing Room, Synergy Business Park, Saluda Building, 101 Executive Center Drive, Columbia, South Carolina 29210 beginning on Monday, May 24, 2010, at 10:30 a.m. and continuing through Thursday, May 27, 2010, if necessary.

Any person who wishes to participate in this matter, as a party of record with the right of cross-examination should file a Petition to Intervene in accordance with the Commission's Rules of Practice and Procedure on or before March 22, 2010, and indicate the amount of time required for his presentation. Please include an email address for receipt of future Commission correspondence in the Petition to Intervene. Please refer to Docket No. 2009-489-E and mail a copy to all other parties listed for this docket. The list of other parties may be found by conducting a "docket search" on the Commission's website at [www.psc.sc.gov](http://www.psc.sc.gov).

Any person who wishes to testify and present evidence at the hearing should notify the Docketing Department, in writing, at the address below; the South Carolina Office of Regulatory Staff, 1401 Main Street, Suite 900, Columbia, South Carolina 29201; and K. Chad Burgess, Assistant General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033, on or before March 22, 2010, and indicate the amount of time required for his presentation. Please refer to Docket No. 2009-489-E.

Any person who wishes to request that the Commission hold a public hearing in his or her county of residence in order to hear comments from the utility's customers should notify in writing, the Docketing Department at the address below; the South Carolina Office of Regulatory Staff, at 1401 Main Street, Suite 900, Columbia, South Carolina 29201 and K. Chad Burgess, Assistant General Counsel, South Carolina Electric & Gas Company, Mail Code C222, 220 Operation Way, Cayce, South Carolina, 29033 on or before March 18, 2010. Please refer to Docket No. 2009-489-E.

Any person who wishes to be notified of the hearing, but does not wish to present testimony or be a party of record, may do so by notifying the Docketing Department, in writing, at the address below on or before March 22, 2010. Please refer to Docket No. 2009-489-E.

**PLEASE TAKE NOTICE:** Any person who wishes to have his or her comments considered as part of the official record of the proceeding **MUST** present such comments, in person, to the Commission during the hearing.

Persons seeking information about the Commission's Rules of Practice and Procedure should contact the Commission in Columbia at 803-896-5100.

Public Service Commission of South Carolina  
Attn: Docketing Department  
Post Office Drawer 11649  
Columbia, SC 29211